PATENT COOPERATION TREATY REC'D 3 1 JUL 2003

INTERNATIONAL PRELIMINARY EXAMINATION REPORT

(PCT Article 36 and Rule 70)

| Applicant's or agent's file reference SHW:LM:FP17123 | FOR FURTHER ACTION | | | | | |
|---|--|---|--|--|--|--|
| International Application No. | International Filing Date (day/month/year) | Priority Date (day/month/year) | | | | |
| PCT/AU02/01669 | 10 December 2002 | 18 December 2001 | | | | |
| International Patent Classification (IPC) or | national classification and | IPC | | | | |
| Int. Cl. ⁷ G01V 3/165, 3/38 | | | | | | |
| Applicant BHP BILLITON INNOVATION PTY LTD et al | | | | | | |
| 1. This international preliminary examination report has been prepared by this International Preliminary Examining Authority and is transmitted to the applicant according to Article 36. | | | | | | |
| 2. This REPORT consists of a total of 3 | sheets, including this co | ver sheet. | | | | |
| This report is also accompanied by ANNEXES, i.e., sheets of the description, claims and/or drawings which have been amended and are the basis for this report and/or sheets containing rectifications made before this Authority (see Rule 70.16 and Section 607 of the Administrative Instructions under the PCT). | | | | | | |
| These annexes consist of a total of | of sheet(s). | | | | | |
| 3. This report contains indications relating | to the following items: | | | | | |
| I X Basis of the report | | | | | | |
| II Priority | | | | | | |
| III Non-establishment of opi | inion with regard to novel | y, inventive step and industrial applicability | | | | |
| IV Lack of unity of invention | | | | | | |
| V X Reasoned statement unde citations and explanations | er Article 35(2) with regards supporting such statemen | d to novelty, inventive step or industrial applicability; | | | | |
| VI Certain documents cited | | | | | | |
| VII Certain defects in the inte | ernational application | | | | | |
| VIII Certain observations on the | he international applicatio | n | | | | |
| Date of submission of the demand Date of completion of the report | | | | | | |
| 19 June 2003 | | July 2003 | | | | |
| Name and mailing address of the IPEA/AU | Au | thorized Officer | | | | |
| AUSTRALIAN PATENT OFFICE PO BOX 200, WODEN ACT 2606, AUSTRAL E-mail address: pct@ipaustralia.gov.au Facsimile No. (02) 6285 3929 | M | ICHAEL HALL lephone No. (02) 6283 2474 | | | | |

INTERNATIONAL PRELIMINARY EXAMINATION REPORT

International application No.

PCT/AU02/01669

| I. | Basis of the report | | | | |
|----|--|--|--|--|--|
| 1. | | | | | |
| | X the international application as originally filed. | | | | |
| | the description, pages, as originally filed, | | | | |
| | pages, filed with the demand, | | | | |
| | pages, received on with the letter of | | | | |
| | the claims, pages, as originally filed, | | | | |
| | pages , as amended (together with any statement) under Article 19, | | | | |
| | pages, filed with the demand, | | | | |
| | pages, received on with the letter of | | | | |
| | the drawings, pages, as originally filed, | | | | |
| | pages, filed with the demand, | | | | |
| | pages, received on with the letter of | | | | |
| | the sequence listing part of the description: | | | | |
| | pages , as originally filed | | | | |
| i | pages , filed with the demand | | | | |
| | pages, received on with the letter of | | | | |
| 2. | With regard to the language, all the elements marked above were available or furnished to this Authority in the language in which the international application was filed, unless otherwise indicated under this item. These elements were available or furnished to this Authority in the following language which is: the language of a translation furnished for the purposes of international search (under Rule 23.1(b)). | | | | |
| | the language of publication of the international application (under Rule 48.3(b)). | | | | |
| | · · · · · · · · · · · · · · · · · · · | | | | |
| | the language of the translation furnished for the purposes of international preliminary examination (under Rules 55.2 and/or 55.3). | | | | |
| 3. | With regard to any nucleotide and/or amino acid sequence disclosed in the international application, the international preliminary examination was carried out on the basis of the sequence listing: | | | | |
| | contained in the international application in written form. | | | | |
| | filed together with the international application in computer readable form. | | | | |
| | furnished subsequently to this Authority in written form. | | | | |
| | | | | | |
| | furnished subsequently to this Authority in computer readable form. | | | | |
| | The statement that the subsequently furnished written sequence listing does not go beyond the disclosure in the international application as filed has been furnished. | | | | |
| | The statement that the information recorded in computer readable form is identical to the written sequence listing has been furnished | | | | |
| 4. | The amendments have resulted in the cancellation of: | | | | |
| | the description, pages | | | | |
| | the claims, Nos. | | | | |
| | the drawings, sheets/fig. | | | | |
| 5. | This report has been established as if (some of) the amendments had not been made, since they have been considered to go beyond the disclosure as filed, as indicated in the Supplemental Box (Rule 70.2(c)).** | | | | |
| * | Replacement sheets which have been furnished to the receiving Office in response to an invitation under Article 14 are referred to in this | | | | |
| ** | report as "originally filed" and are not annexed to this report since they do not contain amendments (Rules 70.16 and 70.17). Any replacement sheet containing such amendments must be referred to under item 1 and annexed to this report | | | | |
| | and annexed to this report | | | | |

INTERNATIONAL PRELIMINARY EXAMINATION REPORT

International application No.

PCT/AU02/01669

V. Reasoned statement under Article 35(2) with regard to novelty, inventive step or industrial applicability; citations and explanations supporting such statement

| 1. | Statement |
|----|-----------|
| | |

| Novelty (N) | Claims 1-36 | YES |
|-------------------------------|-------------|-----|
| | Claims | NO |
| Inventive step (IS) | Claims 1-36 | YES |
| | Claims | NO |
| Industrial applicability (IA) | Claims 1-36 | YES |
| <u>:</u> | Claims | NO |

2. Citations and explanations (Rule 70.7)

Citations

D1: US 3875497

D2: US 5218300

NOVELTY (N) AND INVENTIVE STEP (IS)

The claims are directed to methods of directly correcting marine magnetic gradient data for ship bias, by determining and subtracting the trend of the gradient of the ship bias. D1 discloses a method of towing two spaced apart sensors behind a waterborne vessel to obtain marine magnetic data, but does not teach or suggest any correction for ship bias. D2 discloses removing noise from fixed magnetic sensors used for detection of submarines, in which magnetic gradients are subtracted, but does not teach or suggest how towed magnetic sensors could be corrected for ship bias. Hence the claims are novel and inventive over the prior art.

INDUSTRIAL APPLICABILITY (IA)

The subject matter of the claims is applicable to marine exploration based on magnetic gradient data.